GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Ind & Com – Proposal of M/s HFCL Limited for allotment of 1,000 acre at in Madakasira (M), Sri Sathya Sai District for manufacturing of Artillery ammunition shell and TNT filling, Multi-mode Hand Grenade (MMHG), duly cancelling the allotment of lands for the proposal of M/s MMWL, due to operational issues - Approved - Orders – Issued.

INDUSTRIES & COMMERCE (INFRA) DEPARTMENT

G.O.MS.No. 154 Dated: 06-09-2025

Read the following;

1. G.O.Ms.No.62, Ind. & Com (Infra) dept., dt:19.04.2025.
2. From the VC&MD, APIIC, eFile No.APIIC-17/72/2025-ASSET MGMT- APIIC (C.No.2770977).
3. Minutes of the State Investment Promotion Board (SIPB) meeting heldon 28.08.2025.

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ORDER:

In the G.O. 1st read above, Government approved the allotment of 329 acrefor phase-I of the project in Madakasira, Sri Sathya Sai District to M/s Media Matrix Worldwide Limited for establishment of Artillery ammunition shell and TNT filling, Multimode Hand Grenade (MMHG) manufacturing unit @ INR 7 Lakh/acre, on par with the similar unit in the neighbourhood area. Further, Government permitted the Vice Chairman and Managing Director, A.P. Industrial Infrastructure Corporation to proceed with the land acquisition and allotment of 671 acre land for Phase-II of the project under LA for others policy of APIIC, for onward allotment of lands to the firm, on actual cost basis.

2. In the reference 2nd read above, the VC&MD, APIIC has stated thatM/s MediaMatrix Worldwide Limited (MMWL) submitted representation stating that it is facing legal challenges to obtain PESO licenses, export clearance, TOT issues etc. In lieu of this, it has expressed its No Objection to the cancellation of the existing allotment and provided its

consent for the transfer of the said allotment to HFCL Limited. Further, M/s HFCL Limited submitted proposal to undertake the proposed project in place of MMWL, citing its technical and legal readiness to execute the same. Given that MMWL is an associated entity and is encountering operational hurdles, HFCL Limited affirmed its capability to proceed with the project under its own name, ensuring compliance with all requisite statutory and regulatory provisions.

3. Accordingly, the requests of the M/s HFCL Limited has been placed before theState Investment Promotion Board (SIPB) meeting held on 28.08.2025 with the recommendations of the State Investment Promotion Committee (SIPC).

4. In the reference 3rd read above, the SIPB, after a detailed discussions ontherequest of M/s HFCL Limited and SIPC recommendations, approved the proposal of M/s HFCL Limited for allotment of 1,000 acre at in Madakasira (M), Sri Sathya Sai District for manufacturing of Artillery ammunition shell and TNT filling, Multi- mode Hand Grenade (MMHG), and made the following recommendations subjectto the condition that allotment is being made to the -*de-facto parent company* of HFCL due to operational issues and to complete the implementation of the project with an investment of INR 1,040 Crore and employment for 870 persons by October 2029:

i. Phase I: Allotment of 329 acres to HFCL Limited at INR 7 lakh per acre.
ii. Phase II: Allotment of 671 acres under APIIC's "LA for Others"policy, to HFCL Limited on actual cost basis.
iii. Cancellation of GO 62 (I&C) Apr'25, previously sanctioned allotment of the said land to M/s Media Matrix Worldwide Limited (MMWL)

5. After careful consideration of the decision of the State InvestmentPromotionBoard (SIPB), Government hereby approve the proposal of M/s HFCL Limited forallotment of 1,000 acre at in Madakasira (M), Sri Sathya Sai District formanufacturing of Artillery ammunition shell and TNT filling, Multi-mode HandGrenade (MMHG), duly cancelling the orders issued in the G.O. 1st read above, subject to the condition that allotment is being made to the *de-facto parent company* of HFCL due to operational issues and to complete the implementation of the project with an investment of INR 1,040

Crore and employment for 870 personsby October 2029, with the following conditions viz,

i. Phase I: Allotment of 329 acres to HFCL Limited at INR 7 lakh per acre.
ii. Phase II: Allotment of 671 acres under APIIC's "LA for Others" policy, to HFCL Limited on actual cost basis.

6. The Director of Industries, AP and the VC&MD, APIIC and District Collector, Sri Sathya Sai District shall take necessary action accordingly, in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

N YUVARAJ,
SECRETARY TO GOVERNMENT

To
The Director of Industries, AP, APIIC tower, Mangalagiri.
The VC&MD, APIIC, APIIC Tower,
Mangalagiri. The District Collector,
Sri Sathya Sai District.

Copy to:
M/s Media Matrix Worldwide Limited throughAPIIC
M/s HFCL Limited through APIIC.
The OSD to Secretary to C.M., A.P. Secretariat.
The OSD to Hon'ble Minister (I&C and FP), A.P. Secretariat.
The OSD to Chief Secretary to Government, A.P. Secretariat.
The P.S. to Secretary to Govt.(I&C), A.P. Secretariat.
The Revenue Department, A.P. Secretariat.
The GA(Cabinet) Department (w.r.t C.R.No.381/2025)
Sc/Sf(2796250)

//FORWARDED::BY ORDER//

SECTION OFFICER